



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20463

RQ-2

Paul Johnson, Treasurer
Democratic Senatorial Campaign Committee
430 South Capitol Street, SE
Washington, DC 20003

MAY 27 1998

Identification Number: C00042366

Reference: September Monthly Report (8/1/96-8/31/96)

Dear Mr. Johnson:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-A review of your committee's loan schedules prompted a review of the loan schedules from previous reports. Your 1996 September Monthly Report disclosed a new line of credit on Schedules C and C1 (pertinent portions attached). This line of credit appeared to be purely federal in nature. Subsequent reports however, disclosed draws from both the federal and non-federal accounts (pertinent portions attached). The Commission requests clarification on the following issues: a) when was it decided that both federal and non-federal accounts would draw from the line of credit b) did both accounts provide collateral for the line of credit and c) what percentage of the line of credit is each account responsible for? Please note that only the federal portion of the line of credit should be reflected on the federal account's report.

A written response or an amendment to your original report(s) correcting the above problem(s) should be filed with the Federal Election Commission within fifteen (15) days of the date of this letter. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530. My local number is (202) 694-1130.

Sincerely,

Kenneth A. Davis, Jr.
Reports Analyst
Reports Analysis Division